

April 21, 2005

The America Saving for Personal Investment, Retirement, and Education Act
("The ASPIRE Act")
To provide every newborn with a
KIDS Account

Potential Account Accumulation for Varying Contribution Amounts

I. Maximum at Birth, Modest Contributions Matched

		Age 18	Age 25	Age 35	Age 65
Contribution at Birth	\$500				
Supplemental Contribution	\$500				
Annual Private Contribute	\$250				
Annual Match Contribution	\$250				
Accrued Balance 7%		21,480	34,492	67,851	516,496
Accrued Balance 5%		17,409	24,496	39,901	172,452

II. Minimum at Birth, Significant Annual Contributions

		Age 18	Age 25	Age 35	Age 65
Contribution at Birth	\$500				
Supplemental Contribution	\$0				
Annual Private Contribute	\$600				
Annual Match Contribution	\$0				
Accrued Balance 7%		23,410	37,591	73,947	562,905
Accrued Balance 5%		19,206	27,025	44,021	190,254

KIDS Account Provisions

- Every child receives an automatic \$500 contribution at birth.
- Children living in households that earn under \$21,000 receive a one-time supplemental contribution of \$500.
- Children living in households that earn up to \$42,000 receive a \$1-for-\$1 match on annual contributions up to \$500 for 17 years.
- Calculations only consider contributions prior to the accountholder turning 18.

Accrued Balances are calculated as a net rate of return (earnings minus fees), no withdrawals.

III. Minimum at Birth, High Annual Contributions

		Age 18	Age 25	Age 35	Age 65
Contribution at Birth	<i>\$500</i>				
Supplemental Contribution	\$0				
Annual Private Contribute	\$1000				
Annual Match Contribution	\$0				
Accrued Balance 7%		37,890	60,842	119,686	911,083
Accrued Balance 5%		31,208	43,913	71,529	309,144

IV. Minimum at Birth, No Annual Contributions

Minimum Private Contribution Scenario

		Age 18	Age 25	Age 35	Age 65
Contribution at Birth	<i>\$500</i>				
Supplemental Contribution	\$0				
Annual Private Contribute	\$0				
Annual Match Contribution	\$0				
Accrued Balance 7%		1,690	2,714	5,338	40,636
Accrued Balance 5%		1,203	1,693	2,758	11,920